## LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

200 W. Washington, Suite 301 Indianapolis, IN 46204 (317) 233-0696 http://www.in.gov/legislative

## FISCAL IMPACT STATEMENT

**LS 6939** NOTE PREPARED: Dec 20, 2002

BILL NUMBER: HB 1635 BILL AMENDED:

**SUBJECT:** School corporation annual performance report.

FIRST AUTHOR: Rep. Porter BILL STATUS: As Introduced

FIRST SPONSOR:

FUNDS AFFECTED: GENERAL IMPACT: State & Local

DEDICATED FEDERAL

<u>Summary of Legislation:</u> The bill changes the required publication date of school corporation annual performance reports. The bill provides for the transition in publication dates by moving the September 2003 publication date to January 2004.

**Effective Date:** July 1, 2003.

**Explanation of State Expenditures:** *Summary:* No additional expenditures would be required at the state level for the implementation of the bill. Currently, the data from school corporations that is used for school corporation annual performance reports is already provided to the Department of Education and placed into the Department's databases. The bill would allow the Department additional time to collect this data for the 2003 school year.

## **Explanation of State Revenues:**

**Explanation of Local Expenditures:** *Summary:* By moving the publication of the school year 2002-2003 annual performance report (APR) from September 2003 to January 2004, school corporations could experience a one-time decrease in expenditures related to publishing costs in CY 2003. Savings would depend on the school corporation and local action on the choice of publication used. Approximately 289 school corporations operate on a calendar year budget.

Background on Publishing Charges: Under current law, basic publishing charges are by the line with squares of 250 ems. Before January 1, 1996, the rate was \$3.30 per square for the first insertion in a newspaper or qualified publication plus \$1.65 per square for each additional insertion in a newspaper or qualified

HB 1635+ 1

publication. After December 31, 1995, and before December 31, 2005, a newspaper or qualified publication may, effective January 1, increase the basic charges by 5% more than the basic charges that were in effect during the previous year. However, the basic charges for the first insertion of a public notice in a newspaper or qualified publication may not exceed the lowest classified advertising rate charged to advertisers by the newspaper or qualified publication for comparable use of the same amount of space for other purposes. An additional charge of 50% is allowed for the publication of all public notice advertising containing rule or tabular work.

*Background on ADM:* For the 2001-2002 school year, Indiana's average daily membership (ADM) consisted of 959,611 students, and public school enrollment totaled 995,507. Approximately 1,900 public schools were in operation within Indiana's 293 school corporations during that time.

## **Explanation of Local Revenues:**

**State Agencies Affected:** Indiana Department of Education.

Local Agencies Affected: School corporations.

<u>Information Sources:</u> Terry Spradlin, Indiana Department of Education, (317) 232-6671.

Fiscal Analyst: Chris Baker, 317-232-9851

HB 1635+ 2